

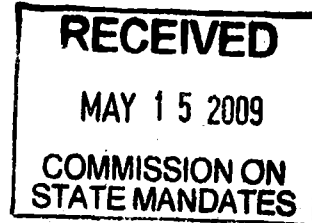


DEPARTMENT OF  
**FINANCE**  
OFFICE OF THE DIRECTOR

ARNOLD SCHWARZENEGGER, GOVERNOR

STATE CAPITOL ■ ROOM 1145 ■ SACRAMENTO CA ■ 95814-4998 ■ WWW.DOF.CA.GOV

May 12, 2009



Ms. Paula Higashi  
Executive Director  
Commission on State Mandates  
980 Ninth Street, Suite 300  
Sacramento, CA 95814

Dear Ms. Higashi:

As requested in your letter of April 20, 2009, the Department of Finance (Finance) has reviewed the Commission's draft staff analysis of the proposed parameters and guidelines for Claim No. 01-TC-30, "Local Government Employment Relations."

As the result of our review, Finance concurs with the staff recommendation to include the following amendments:

- Clarify that the City and County of Los Angeles are not eligible claimants.
- Remove reference to estimated claims.
- Revise indirect cost boiler plate language.
- Modify one-time activities to conform to the test claim statute.
- Add statutory and regulatory references to ongoing activities.
- Add a non-reimbursable activity section to clarify the limitations of reimbursement.

As required by the Commission's regulations, a "Proof of Service" has been enclosed indicating that the parties included on the mailing list which accompanied your April 20, 2009 letter have been provided with copies of this letter via either United States Mail or, in the case of other state agencies, Interagency Mail Service.

If you have any questions regarding this letter, please contact Carla Castañeda, Principal Program Budget Analyst at (916) 445-3274.

Sincerely,

Diana L. Ducay  
Program Budget Manager

Enclosure

Attachment A

DECLARATION OF CARLA CASTANEDA  
DEPARTMENT OF FINANCE  
CLAIM NO. CSM-01-TC-30

1. I am currently employed by the State of California, Department of Finance (Finance), am familiar with the duties of Finance, and am authorized to make this declaration on behalf of Finance.

I certify under penalty of perjury that the facts set forth in the foregoing are true and correct of my own knowledge except as to the matters therein stated as information or belief and, as to those matters, I believe them to be true.

May 12 2009  
at Sacramento, CA

Carla Castañeda  
Carla Castañeda

## PROOF OF SERVICE

Test Claim Name: Local Government Employee Relations  
Test Claim Number: CSM-01-TC-30

I, the undersigned, declare as follows:

I am employed in the County of Sacramento, State of California, I am 18 years of age or older and not a party to the within entitled cause; my business address is 915 L Street, Floor, Sacramento, CA 95814.

On 5/13/2009 I served the attached recommendation of the Department of Finance in said cause, by facsimile to the Commission on State Mandates and by placing a true copy thereof: (1) to claimants and nonstate agencies enclosed in a sealed envelope with postage thereon fully prepaid in the United States Mail at Sacramento, California; and (2) to state agencies in the normal pickup location at 915 L Street, Floor, for Interagency Mail Service, addressed as follows:

A-16  
Ms. Paula Higashi, Executive Director  
Commission on State Mandates  
980 Ninth Street, Suite 300  
Sacramento, CA 95814  
Facsimile No. 445-0278

Mr. Steve Shields  
Shields Consulting Group, Inc.  
1536 36<sup>th</sup> Street  
Sacramento, CA 95816

Mr. David Wellhouse  
David Wellhouse & Associates, Inc.  
9175 Kiefer Boulevard, Suite 121  
Sacramento, CA 95826

Mr. Leonard Kaye  
County of Los Angeles  
Auditor-Controller's Office  
500 W. Temple Street, Room 603  
Los Angeles, CA 90012

Ms. Jean Kinney Hurst  
California Association of Counties  
1100 K Street, Suite 101  
Sacramento, CA 95814-3941

Ms. Pascale Roy  
Law Offices of Burke, Williams & Sorensen  
545 Middlefield Road, Suite 180  
Menlo Park, CA 94025

B-08  
Mr. Jim Spano  
State Controller's Office  
Division of Audits  
300 Capitol Mall, Suite 518  
Sacramento, CA 95814

County Executive  
County of Sacramento  
711 G Street  
Sacramento, CA 95814

Ray Kerridge  
City of Sacramento  
915 I Street, 5<sup>th</sup> Floor  
Sacramento, CA 95814

D-12  
Mr. John Duncan  
Public Employment Relations Board  
1031 18<sup>th</sup> Street  
Sacramento, CA 95814

Ms. Jolene Tollenaar  
MGT of America  
455 Capitol Mall, Suite 600  
Sacramento, CA 95814

D-12  
Ms. Tami Bogert  
Public Employment Relations Board  
General Counsel  
1031 18<sup>th</sup> Street  
Sacramento, CA 95814-4174

A-15  
Ms. Donna Ferebee  
Department of Finance  
915 L Street, 12<sup>th</sup> Floor  
Sacramento, CA 95814

B-08  
Ms. Ginny Brummels  
State Controller's Office  
Division of Accounting & Reporting  
3301 C Street, Suite 500  
Sacramento, CA 95816

Mr. Glen Everroad  
City of Newport Beach  
3300 Newport Boulevard  
P.O. Box 1768  
Newport Beach, CA 92659-1768

Ms. Beth Hunter  
Centration, Inc.  
8570 Utica Avenue, Suite 100  
Rancho Cucamonga, CA 91730

Ms. Juliana F. Gmur  
MAXIMUS  
2380 Houston Avenue  
Clovis, CA 93611

Ms. Annette Chinn  
Cost Recovery Systems, Inc.  
705-2 East Bidwell Street, #294  
Folsom, CA 95630

A-15  
Ms. Carla Castaneda  
Department of Finance  
915 L Street  
Sacramento, CA 95814

Mr. Allan Burdick  
MAXIMUS  
3130 Kilgore Road, Suite 400  
Rancho Cordova, CA 95670

A-15  
Ms. Susan Geanacou  
Department of Finance  
915 L Street, Suite 1280  
Sacramento, CA 95814

Ms. Bonnie Ter Keurst  
County of San Bernardino  
Office of the Auditor/Controller-Recorder  
222 West Hospitality Lane  
San Bernardino, CA 92415-0018

Mr. Jay G. Trinnaman, Esq.  
Atkinson, Andelson, Loya, Ruud & Romo  
17871 Park Plaza Drive  
Cerritos, CA 90703-8597

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct, and that this declaration was executed on 5/13/2009 at Sacramento, California.

*S. Montelongo*